

~~SECRET~~

IAC-D-100/20

9 August 1956

Validity Study of NIE 65-55:

Probable Developments in Indonesia Through 1955,

published 1 March 1955

1. One of the major conclusions of NIE 65-55, "that a government dominated by the Masjumi will probably emerge following the elections" has been proven invalid by events. This conclusion was based on the estimate that the election would be a three-cornered race between the Masjumi, the PNI, and the PKI, and that the Masjumi would win the most seats in the Parliament. We believed it would be able to form a coalition government either with one or more of the smaller parties or by drawing away the right wing of the PNI. In fact, however, the Masjumi received a somewhat smaller popular vote than the PNI and the same number of seats. Moreover, instead of there being but three major parties, the election resulted in four: PNI, Masjumi, NU, and PKI. In this situation it was the PNI rather than the Masjumi that played the leading role in organizing a cabinet. The major factor in this incorrect estimate of the outcome of the elections was a failure to appreciate the strength of NU, which was able to gain a sufficiently large share of the Moslem votes to reduce Masjumi strength substantially and to become the third largest party.

2. The other major conclusion, that Communist popular strength was increasing and that the Communists would not resort to force during the period of the estimate has proven valid.

~~SECRET~~